

Attachment 12

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March 2, 2001

Page 1

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11 Audio Transcription

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	Page 160
1	Start: 3/02/2001 12:14:33 PM, Stop: 3/02/2001 12:19:19 PM,
2	Logger: 338601, Channel: 35, Session ID: 59974
	[REDACTED]
12	[Phone dialing]
13	Trading: Hello?
14	"Matt" Moses Drillman: Hey, there's a bid on
15	Sedona, SDNA for 3,000 at 1 and 9/32s. Can you sell it,
16	please?
17	Trading: Okay.
18	"Matt" Moses Drillman: Thanks.
19	[Phone call ends]
20	"Matt" Moses Drillman: If you're going to talk
21	on those things, I got to get one, too, okay?
22	[Unintelligible]
	Page 161
1	"Matt" Moses Drillman: Yeah, I want one of those
2	things. I want to be able to talk to everyone.
3	[Unintelligible]
4	"Matt" Moses Drillman: Can we get one?
5	[Unintelligible]
6	"Matt" Moses Drillman: Yeah, I want to start
7	talking to everyone.
8	[Background]
9	"Matt" Moses Drillman: Who?
10	[New phone call]
11	"Matt" Moses Drillman: Refco.
12	Trading: You sold 3,000 SDNA.
13	"Matt" Moses Drillman: Thank you.
14	[Phone call ends]
15	[REDACTED]

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Page 174

1 Start: 3/02/2001 12:39:99 PM, Stop: 3/02/2001 12:47:14 PM,
2 Logger: 338601, Channel: 34, Session ID: 59907

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9 Jeffrey Danny Graham: Here, flush this up
10 because we're not trading this anymore.
11 "Matt" Moses Drillman: Sedona?
12 Jeffrey Danny Graham: Yeah.
13 [Audio break]
14 Jeffrey Danny Graham: Sell some more at a
15 quarter or no?
16 "Matt" Moses Drillman: Sedona?
17 Jeffrey Danny Graham: I hit 2,000 earlier at a
18 quarter.
19 "Matt" Moses Drillman: At a quarter?
20 Jeffrey Danny Graham: Yeah.
21 "Matt" Moses Drillman: Oh, I would wait. I hit
22 3,000 at 9/32s.

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Page 178

1 Jeffrey Danny Graham: When?
2 "Matt" Moses Drillman: Just about half an hour
3 ago.

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1. stocks are dry.	1 stamp on the desk. It's not a big deal.
2 "Jay" Jacob Spinner: Are you getting off any	2 "Jay" Jacob Spinner: On which desk?
3 Sedona?	3 Jeffrey Danny Graham: On my desk.
4 Jeffrey Danny Graham: Yeah. They've done --	4 "Jay" Jacob Spinner: That's fine. What do I
5 "Jay" Jacob Spinner: You been working that WHME	5 care? You're the one who does all the time stamp thing
6 again?	6 anyways.
7 Jeffrey Danny Graham: Yep. Done 20,000 of that.	7 Jeffrey Danny Graham: Yeah, I know so I needed
8 "Jay" Jacob Spinner: That should be a decent	8 that moved. Whatever. So yeah, it's underneath my desk.
9 markdown.	9 "Jay" Jacob Spinner: Although the funny thing
10 Jeffrey Danny Graham: Yeah.	10 is-
11 "Jay" Jacob Spinner: What's the average on it?	11 Jeffrey Danny Graham: The only thing - I just -
12 Jeffrey Danny Graham: Our average? 127. Yeah.	12 - you know, I moved - you didn't really have too much,
13 Matt said we were going to mark it down seven cents.	13 just the papers and [audio break] some of your business
14 "Jay" Jacob Spinner: We need to.	14 cards and what you had -- you know, phone numbers and
15 Jeffrey Danny Graham: So I said okay.	15 stuff. I just put it on the desk.
16 "Jay" Jacob Spinner: Where's [unintelligible]	16 "Jay" Jacob Spinner: All right. Okay.
17 now? Is that [unintelligible] on top of that? Probably	17 Jeffrey Danny Graham: We're good.
18 not.	18 "Jay" Jacob Spinner: Okay, good.
19 Jeffrey Danny Graham: No.	19 Jeffrey Danny Graham: Do you want me to have
20 "Jay" Jacob Spinner: How much is the one you're	20 Matt call you? Where's this space? Is it right near where
21 working all together?	21 you guys live?
22 Jeffrey Danny Graham: I told him we had done 20.	22 "Jay" Jacob Spinner: Yeah, yeah, right
	Page 189
1 He said lay off it, so. We'll see. And Monday, you'll be	1 [unintelligible] for the first few minutes.
2 all set up here. I moved all your stuff over.	2 Jeffrey Danny Graham: Oh, yeah?
3 "Jay" Jacob Spinner: Oh, yeah?	3 "Jay" Jacob Spinner: Yeah.
4 Jeffrey Danny Graham: And I made sure all your	4 Jeffrey Danny Graham: Did you talk to him about
5 stuff worked.	5 how - what he thinks of this market?
6 "Jay" Jacob Spinner: So everything is working	6 "Jay" Jacob Spinner: What he thinks is
7 now?	7 absolutely irrelevant because you know what?
8 Jeffrey Danny Graham: Yeah.	8 [Unintelligible] because he got excited about the market
9 "Jay" Jacob Spinner: Did you move the Bloomberg	9 for three days and the reality is, is they shouldn't have
10 terminal from under the desk?	10 because they shouldn't have bought anything that was not in
11 Jeffrey Danny Graham: Yeah and uh, at first we	11 the top industry group.
12 were going to have to switch it back but I'm going to put-	12 Jeffrey Danny Graham: Right.
13 because the monitors, the cords aren't long enough to shift	13 "Jay" Jacob Spinner: [Unintelligible] Did
14 those monitors over.	14 [unintelligible] today?
15 "Jay" Jacob Spinner: So just shift the monitors.	15 Jeffrey Danny Graham: It's right there.
16 Jeffrey Danny Graham: No, they won't -- they	16 "Jay" Jacob Spinner: [Unintelligible] You know,
17 can't go any further.	17 if it takes out the offer --
18 "Jay" Jacob Spinner: No, I'll take your monitors	18 Jeffrey Danny Graham: It's at the new high. The
19 and you take my monitors.	19 52 [unintelligible] 29, that's the last trade.
20 Jeffrey Danny Graham: No, the Bloomberg.	20 "Jay" Jacob Spinner: Who am I kidding? You
21 "Jay" Jacob Spinner: Right.	21 know, what am I playing -- what am I trying to play
22 Jeffrey Danny Graham: So I'm putting the time	22 becoming juniors for? If I don't play the top in the

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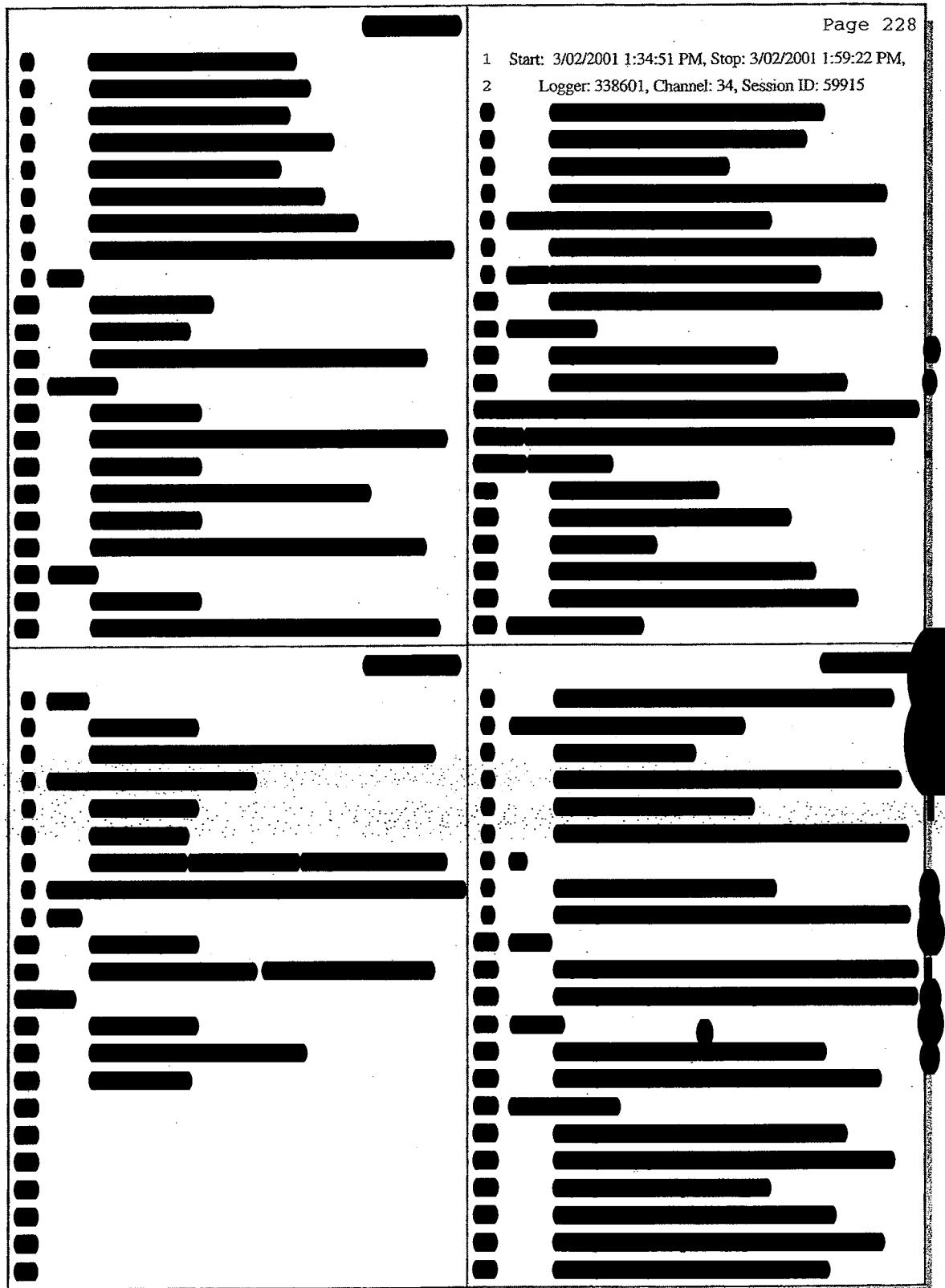
1 industry group, you got Philip Morris, you got Durell.
 2 Jeffrey Danny Graham: Right.
 3 "Jay" Jacob Spinner: With all the banks in
 4 there, you know what? That's what we should have done.
 5 Once it got killed, the clients would have made a lot more
 6 money like that.
 7 Jeffrey Danny Graham: Yeah.
 8 "Jay" Jacob Spinner: So that was our mistake.
 9 Jeffrey Danny Graham: Yeah.
 10 "Jay" Jacob Spinner: [Unintelligible] but it's
 11 not going to last.
 12 Jeffrey Danny Graham: Right. And that's what
 13 [unintelligible].
 14 "Jay" Jacob Spinner: You know, when they start,
 15 you know, right now I think the net market [unintelligible]
 16 there's no point in doing any industry group.
 17 Jeffrey Danny Graham: Right.
 18 "Jay" Jacob Spinner: The only risk is that when
 19 then market shifts and all the sudden they start to come
 20 in, I'm going to be going and buying [unintelligible] going
 21 out of favor.
 22 Jeffrey Danny Graham: Right.

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1 "Jay" Jacob Spinner: That's the only thing.
 2 Jeffrey Danny Graham: Right.
 3 "Jay" Jacob Spinner: All right?
 4 Jeffrey Danny Graham: Okay.
 5 "Jay" Jacob Spinner: I'll speak to you later.
 6 bye.
 7 Jeffrey Danny Graham: Talk to you soon. Bye.
 8 [Phone call ends]

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1-800-FOR-DEPO

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1	[REDACTED]
2	[REDACTED]
3	[REDACTED]
4	[REDACTED]
5	[REDACTED]
6	[REDACTED]
7	[REDACTED]
8	[REDACTED]
9	[REDACTED]
10	[REDACTED]
11	[REDACTED]
12	[REDACTED]
13	[REDACTED]
14	[REDACTED]
15	[REDACTED]
16	[REDACTED]
17	[REDACTED]
18	[REDACTED]
19	[REDACTED]
20	[REDACTED]
21	[REDACTED]
22	[REDACTED]

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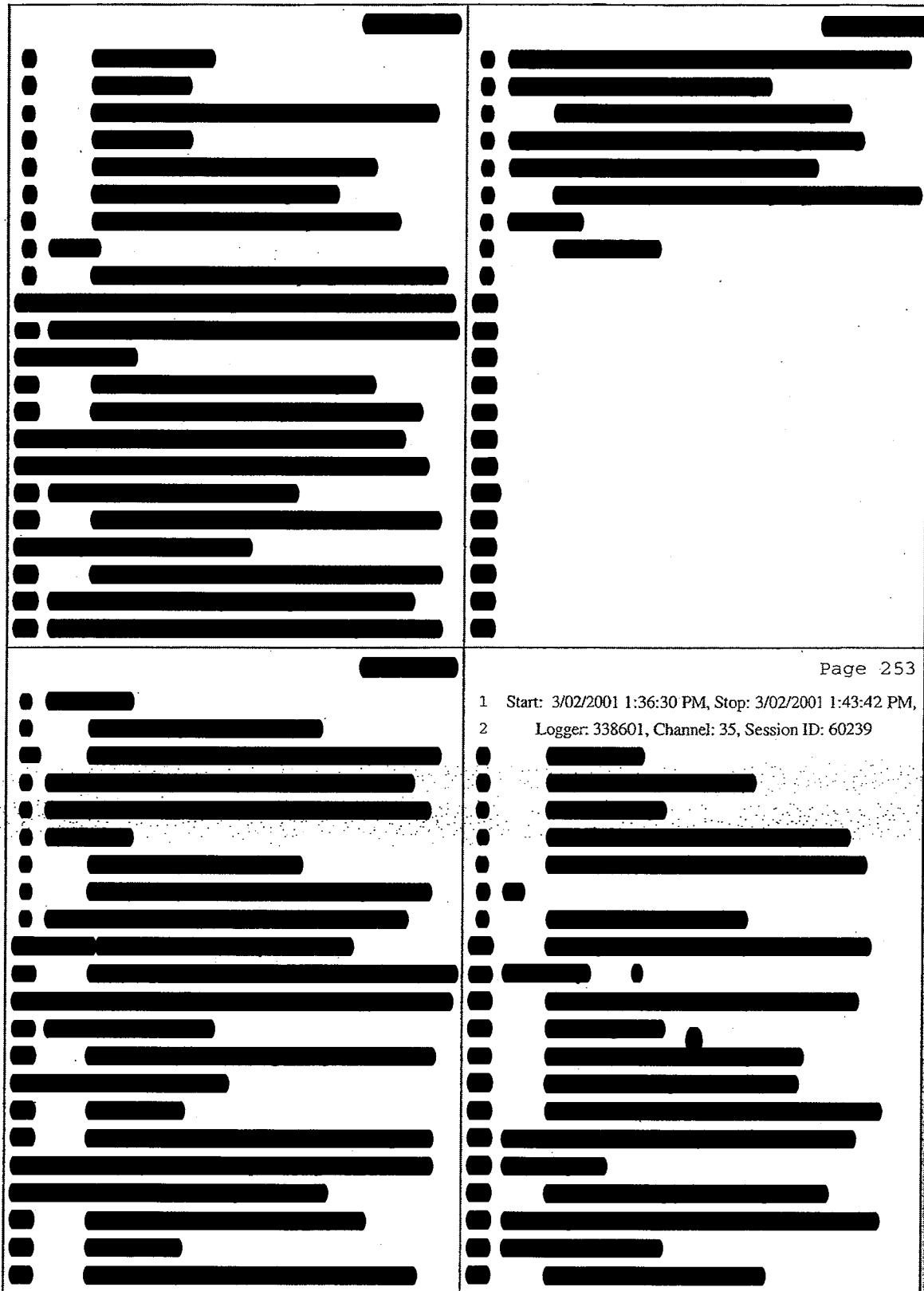
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Page 234	
1	Danny: Sell 3. Hold on.
2	[Audio break]
3	Danny: You have a ticket going on this already,
4	right?
5	Jeffrey Danny Graham: What's that?
6	Danny: You have a ticket going on this --
7	Jeffrey Danny Graham: Yeah, yep.
8	Danny: [Unintelligible] I don't know. Oh, what
9	a coward. Oh, I gave it to you. Okay. Sold 3.
10	Jeffrey Danny Graham: Be too afraid of backing
11	away violations, no?
12	Danny: What?
13	Jeffrey Danny Graham: I mean, they can't really
14	do that.
15	Danny: Sure they can. They do it all the time.
16	Jeffrey Danny Graham: Really?
17	Danny: Yes. It happens all the time.
18	Jeffrey Danny Graham: And then you'd have to go
19	through --
20	Danny: You got to go file, call NASDAQ within 30
21	seconds of being violated and have them file a formal
22	complaint.
Page 235	
1	Jeffrey Danny Graham: And they figure on
2	something little like that, most people won't do it.
3	Danny: Yeah. It's a waste. But they do it all
4	the time. [Unintelligible]
5	Jeffrey Danny Graham: Thanks.
6	[Phone call ends]

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Page 253

- 1 Start: 3/02/2001 1:36:30 PM, Stop: 3/02/2001 1:43:42 PM,
- 2 Logger: 338601, Channel: 35, Session ID: 60239

64 (Pages 250 to 253)

[REDACTED]
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[REDACTED]
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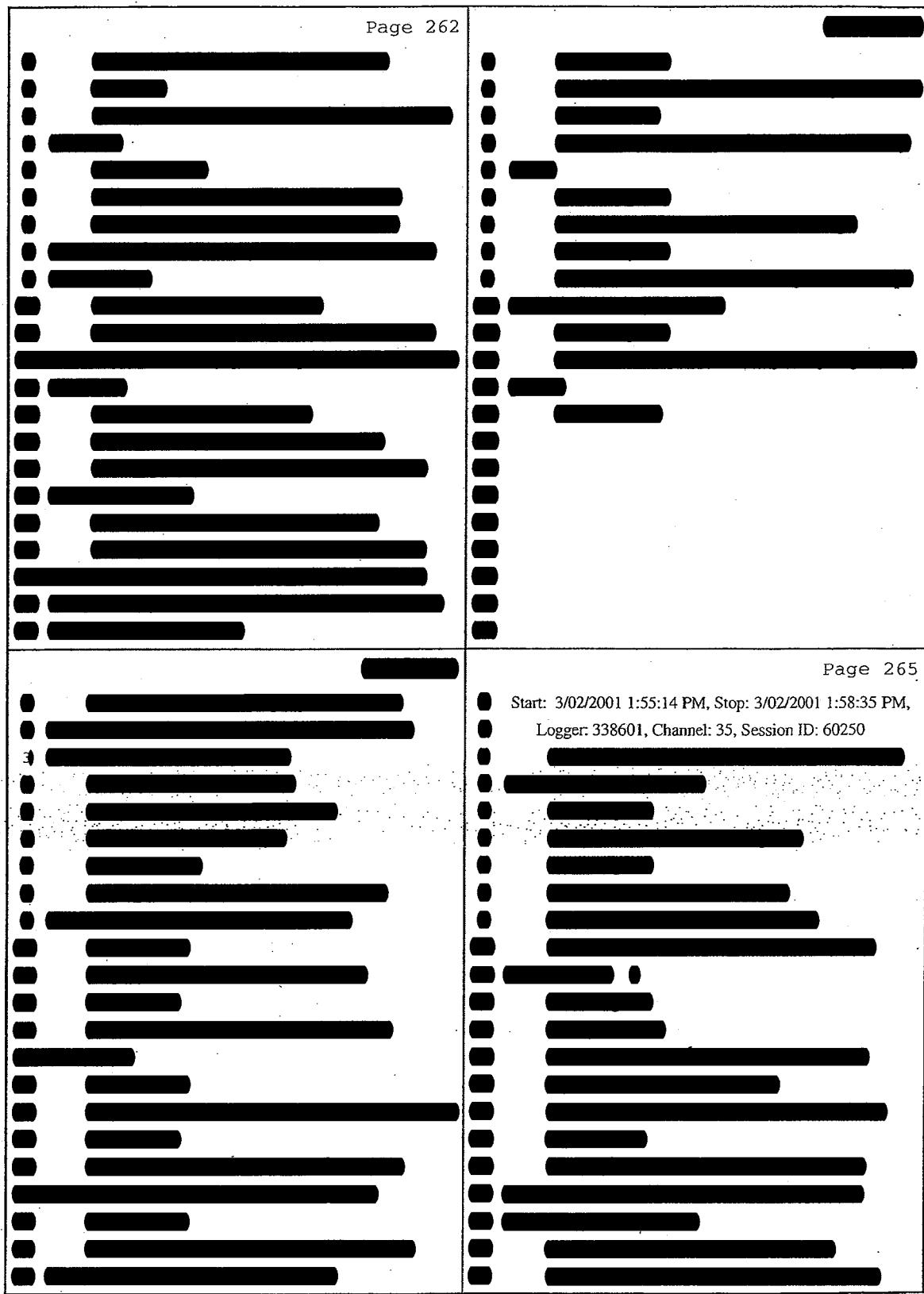
[REDACTED]
Page 259

18 "Matt" Moses Drillman: Danny, sell Sedona 3,000,
19 1 and 9/32s quick, okay? Um, I don't see where we're going
20 to get it.

[REDACTED]
66 (Pages 258 to 261)

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67 (Pages 262 to 265)

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Page 268

8 "Matt" Moses Drillman: Danny, we can do a
quarter on this SDNA today, right?

9 [Unintelligible]

10 "Matt" Moses Drillman: One and a quarter.

11 [Unintelligible]

12 "Matt" Moses Drillman: See, I don't know what
13 the point is.

14 [Unintelligible]

15 "Matt" Moses Drillman: How's that [audio break].

16 Oh, see a lot has traded at a quarter. So we can be -- so
17 we're all right.

18 [Unintelligible]

19 "Matt" Moses Drillman: I see what you're saying.

20 [Unintelligible]

21 "Matt" Moses Drillman: Here we could -- how many
22 shares do you think we've done?

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1 [Unintelligible]
2 "Matt" Moses Drillman: Okay. I hear what you're
3 saying.
4 [Unintelligible]
5 "Matt" Moses Drillman: All right. Got you.
6 [Unintelligible]
7 "Matt" Moses Drillman: Good, good. Yeah, that's
8 what I was trying to say. You saw --
9 [Unintelligible]
10 "Matt" Moses Drillman: Yeah.
11 [Unintelligible]
12 "Matt" Moses Drillman: But you know what? You
13 could have been more aggressive on that because if he told
14 you to be aggressive, you also have the license to print.

[End of audio]

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Page 299

1 Start: 3/02/2001 2:42:20 PM, Stop: 3/02/2001 2:58:14 PM,
2 Logger: 338601, Channel: 34, Session ID: 59923

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15
16

7/8s.
M-Falcas. Seven eighths?

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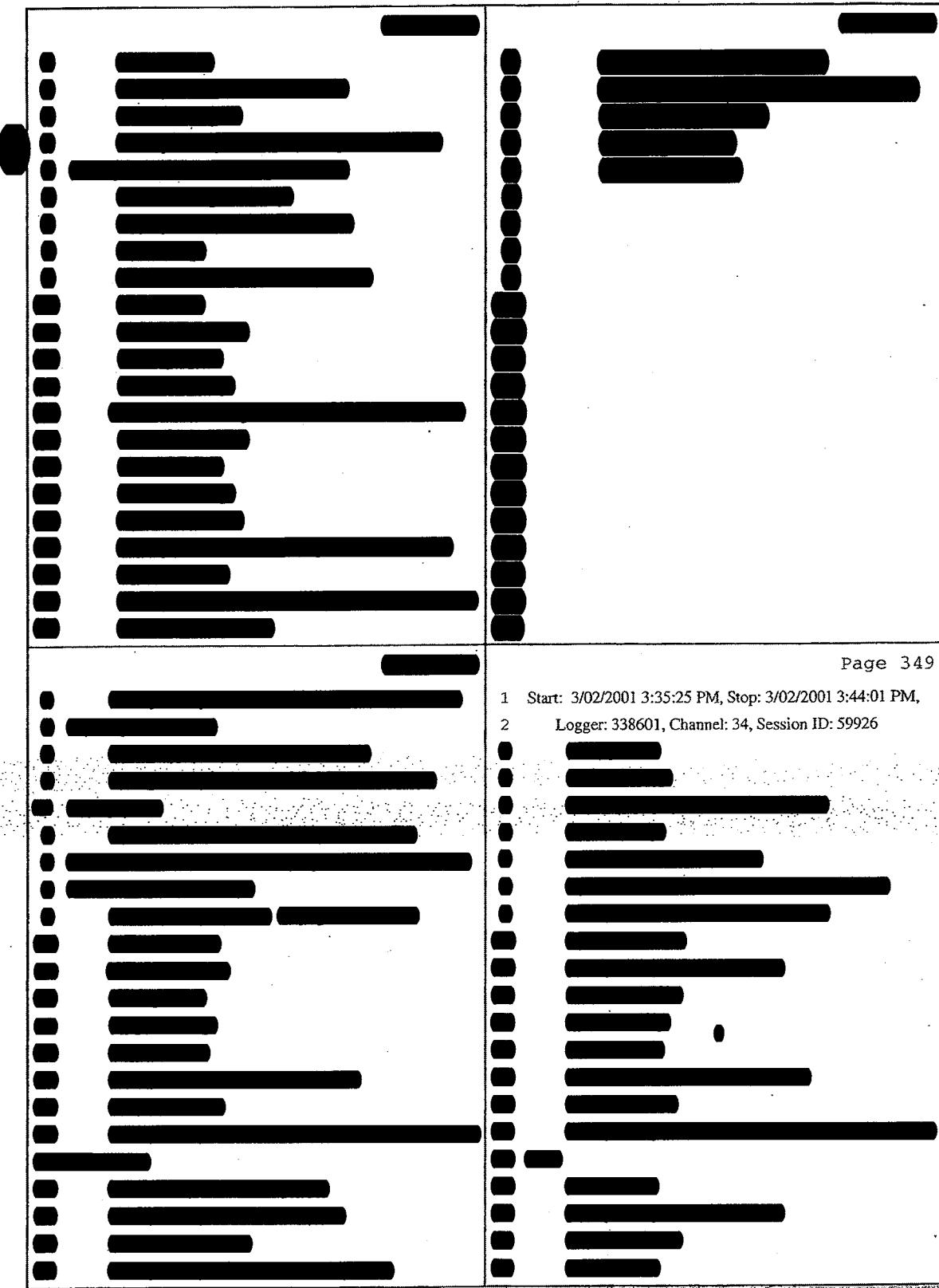
Page 302

3 Jeffrey Danny Graham: Sedona!
4 "Matt" Moses Drillman: I bought 20,000 CORV for
5 Ellis II, okay?
6 Jeffrey Danny Graham: You bought who?
7 "Matt" Moses Drillman: [Unintelligible]
8 Jeffrey Danny Graham: Ellis II?
9 "Matt" Moses Drillman: Yeah.
10 [Background]
11 UF: Where are they going?
12 Jeffrey Danny Graham: I don't know. I haven't
13 listened yet. I was starting to get into it before the
14 phone rang.
15 [Phone ringing]

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Page 356

1	[REDACTED]	[REDACTED]
2	[REDACTED]	[REDACTED]
3	[REDACTED]	[REDACTED]
4	[REDACTED]	[REDACTED]
5	[REDACTED]	[REDACTED]
6	[REDACTED]	[REDACTED]
7	[REDACTED]	[REDACTED]
8	[REDACTED]	[REDACTED]
9	[REDACTED]	[REDACTED]
10	[REDACTED]	[REDACTED]
11	[REDACTED]	[REDACTED]
12	[REDACTED]	[REDACTED]
13	[REDACTED]	[REDACTED]
14	[REDACTED]	[REDACTED]
15	[REDACTED]	[REDACTED]
16	[REDACTED]	[REDACTED]
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21	[REDACTED]	[REDACTED]
22	[REDACTED]	[REDACTED]
DB	[REDACTED]	[REDACTED]
1	[REDACTED]	[REDACTED]
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11	[REDACTED]	[REDACTED]
12	[REDACTED]	[REDACTED]
13	[REDACTED]	[REDACTED]
14	[REDACTED]	[REDACTED]
15	[REDACTED]	[REDACTED]
16	[REDACTED]	[REDACTED]
17	[REDACTED]	[REDACTED]
18	[REDACTED]	[REDACTED]
19	[REDACTED]	[REDACTED]
20	[REDACTED]	[REDACTED]
21	[REDACTED]	[REDACTED]
22	[REDACTED]	[REDACTED]
DB	[REDACTED]	[REDACTED]

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93 (Pages 366 to 369)

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1 Jeffrey Danny Graham: And SDNA?
2 Cliff: Sold?
3 Jeffrey Danny Graham: Sold 17,000.
4 Cliff: All right.
5 Jeffrey Danny Graham: One point 3713.
6 Cliff: Three seven one three on Island?
7 Jeffrey Danny Graham: Yep. Come over at 1.3413.
8 Cliff: Point 3413, okay.
9 Jeffrey Danny Graham: Okay?
10 Cliff: That's it?
11 Jeffrey Danny Graham: Yep.
12 Cliff: All right, buddy. Have a good weekend.
13 Jeffrey Danny Graham: Thanks, you too.
14 Cliff: Bye-bye.
15 Jeffrey Danny Graham: Bye.
16 [Phone call ends]

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